

# Managing Debt

Financing Options

# Available Options to Raise Capital for Business



Equity



Loan

# Equity



FINANCING FROM A  
THIRD-PARTY INVESTOR



SELL PART OF YOUR  
COMPANY



INVESTORS ONLY PROFIT  
FROM BUSINESS GROWTH

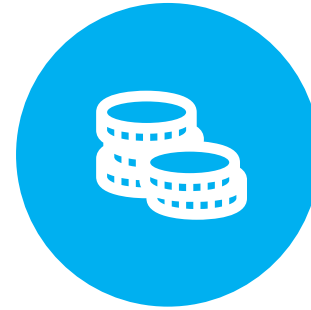
# Loan



RETAIN FULL OWNERSHIP OF  
YOUR BUSINESS



RISK ASSOCIATED WITH  
BORROWING CAPITAL

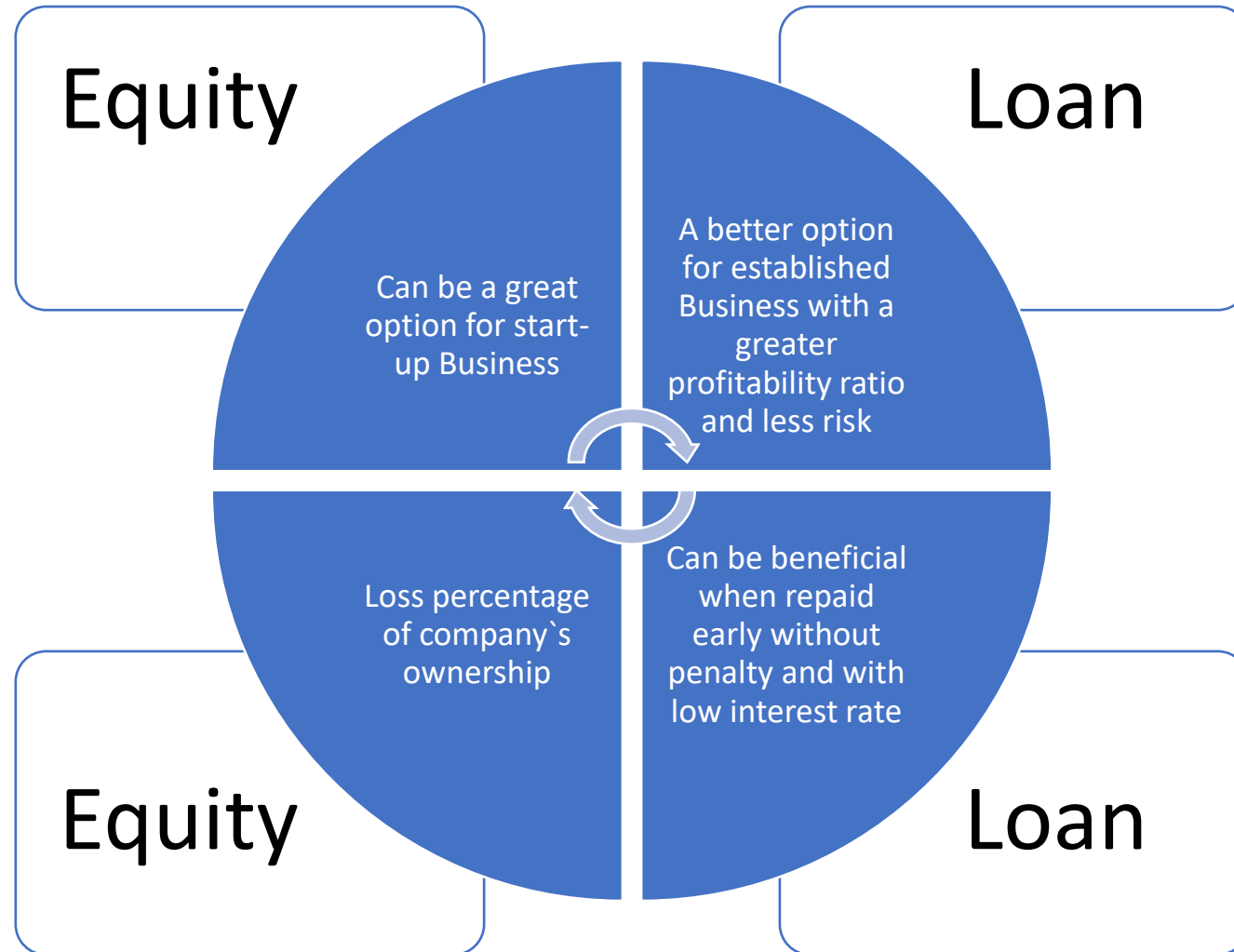


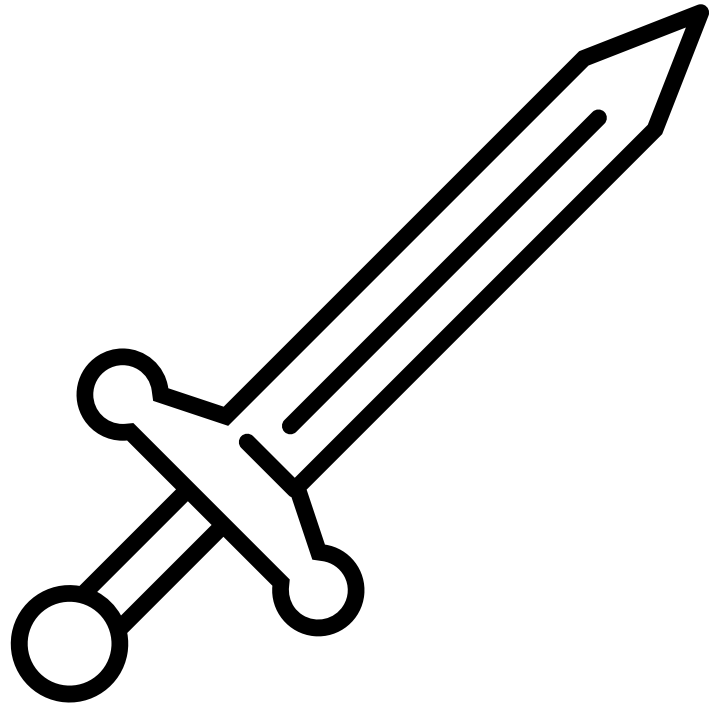
BORROW AN AMOUNT OF  
MONEY



EXPECTED TO REPAY WITHIN  
AGREED TERM WITH  
INTEREST RATE

# Loan Versus Equity





## Loan: A Double Edge Sword



1. Can Improve cash flow.
2. Can lead to business growth

1. Can lead to bankruptcy
2. Can lead to loss of valuable assets